

Message Text

LIMITED OFFICIAL USE

PAGE 01 LISBON 03524 041709Z
ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 SSO-00 INRE-00 NSCE-00
USIE-00 SP-02 AID-05 EB-07 NSC-05 EPG-02 TRSE-00
SS-15 STR-04 OMB-01 CEA-01 CIAE-00 COME-00 FRB-03
INR-07 NSAE-00 XMB-02 OPIC-03 LAB-04 SIL-01 PRS-01
CAB-02 FAA-00 DOTE-00 DODE-00 /078 W
-----041735Z 129707 /47

O R 041638Z MAY 77
FM AMEMBASSY LISBON
TO SECSTATE WASHDC IMMEDIATE 1201
INFO AMCONSUL OPORTO

LIMITED OFFICIAL USE LISBON 3524

E.O. 11652: N/A
TAGS: BGEN, EINV, PO
SUBJECT: SUMMARY OF AMERICAN INVESTMENT PROBLEMS

REF: A) LISBON 3306, B) LISBON 3175, C) LISBON 1095,
D) STATE 088893

1. FACEL:
MANAGER OF FACEL REPORTS OPERATIONS HAVE CEASED AT FACTORY
DUE TO LACK OF OPERATING FUNDS. FIRM STILL HAS NOT RECEIVED
CREDIT FROM BANKS OR SUPPORT OF GOP. BOTH WORKERS AND
MANAGEMENT IN DAILY CONTACT WITH LABOR MINISTRY. WORKERS
EXPECT HOLD PRESS CONFERENCE THIS WEEK WHICH COULD RECEIVE
WIDE COVERAGE.

2. ITT:
OLIVA MANAGER REPORTS THAT BANKING SYSTEM HAS RESUMED CREDIT
FOR RAW MATERIAL PURCHASES AND MANUFACTURING OPERATIONS
NOW RETURNING TO NORMAL. MANAGER ATTRIBUTES BANK POLICY CHANGE
TO INFLUENCE BY MINISTER OF INDUSTRY BUT NOTES THAT CREDIT
IS TEMPORARY AND POLICY COULD AGAIN CHANGE IF ITT SITUATION
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PAGE 02 LISBON 03524 041709Z

NOT RESOLVED.

3. CUETARA:
OWNERS OF CUETARA INFORMED EMBASSY ON APRIL 4 THAT
WORKERS STILL CONTROL FACTORY AND CONTINUE TO OPERATE
IT UNDER GOP-ISSUED CREDENTIAL. FIRM WILL FILE COURT
ACTION AGAINST GOP IN NEAR FUTURE IN ATTEMPT TO INVALIDATE

CREDENTIAL AND REGAIN CONTROL OF FACTORY.

4. TWA:

EMBASSY TRANSMITTED DEPARTMENT SUGGESTED SOLUTION AS
PER REFTEL. D). MINISTER VILAR MADE COUNTER-PROPOSAL
THAT LISBON MEETING TAKE PLACE FIRST FOLLOWED
BY ANNOUNCEMENT OF TWA ACCESS TO LAJES. AMBASSADOR
REJECTED COUNTER-PROPOSAL AND MINISTER PROMISED STUDY
MATTER FURTHER AND RESPOND TO AMBASSADOR ON/OR ABOUT
MAY 4.

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LABOR RELATIONS, FOREIGN INVESTMENT, BUSINESS FIRMS
Control Number: n/a
Copy: SINGLE
Sent Date: 04-May-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977LISBON03524
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770156-0756
Format: TEL
From: LISBON
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770596/aaaadewm.tel
Line Count: 73
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 1f81169b-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 LISBON 3306, 77 LISBON 3175, 77 LISBON 1095
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 19-Jan-2005 12:00:00 am
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Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2646440
Secure: OPEN
Status: NATIVE
Subject: SUMMARY OF AMERICAN INVESTMENT PROBLEMS
TAGS: BGEN, EINV, PO, US, TWA, ITT, CUETARA BOLACHAS DE PORTUGAL, FACEL
To: STATE
Type: TE
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Review Markings:
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